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PUBLIC SERVICE
COMMISSION

Elizabeth O'Donnell
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, KY 40602

Kentucky Utilities Company
State Regulation and Rates
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PO Box 32010
Louisville, Kentucky 40232
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November 16, 2007

**RE: AN EXAMINATION BY THE PUBLIC SERVICE COMMISSION
OF THE ENVIRONMENTAL SURCHARGE MECHANISM OF
KENTUCKY UTILITIES COMPANY FOR THE SIX-MONTH
BILLING PERIOD ENDING OCTOBER 31, 2006 AND FOR THE
TWO-YEAR BILLING PERIOD ENDING APRIL 30, 2007
CASE NO. 2007-00379**

Dear Ms. O'Donnell:

Enclosed please find an original and ten (10) copies of the Revised Attachment to Response to Question No. 2 of the Louisville Gas and Electric Company to Information Requested in the Commission's Order dated October 31, 2007, in the above-referenced proceeding.

In reviewing the responses to the data requests filed on November 14, 2007, KU determined that the print range failed to present the explanation for item d).

Should you have any questions concerning the enclosed, please contact me at your convenience.

Sincerely,

Robert M. Conroy

Enclosures

cc: Parties of Record

Kentucky Utilities Company Breakdown of Over/(Under) Calculation

Cumulative Impact of Revised Rate of Return	\$ (1,218,077)	a
Cumulative Impact of Change in Rate Base	56,742	b
Cash Working Capital Adj.	547	c
Revenue Over/(Under) Collection due to timing	(538,967)	d
Total Over/(Under) Collection	<u><u>\$ (1,699,755)</u></u>	

a) Attachment to Response to Question 1(b) page 2 of 4, column 9
 KPSC First Data Request Case No. 2007-00379

b) Attachment to Response to Question 1(b) page 1 of 4, column 9		
KPSC First Data Request Case No. 2007-00379	57,289	
Less impact of c) below	<u>\$ (547)</u>	
	<u>\$ 56,742</u>	

c) Attachment to Response to Question No. 8		
KPSC First Data Request Case No. 2007-00379	\$ 23,691.25	
Divided by 12 to calculate - Monthly Rate Base	\$ 1,974.27	
Attachment to Response to Question 1(b) page 2 of 4, column 4		
Revised Rate of Return	<u>11.377%</u>	
	<u>\$ 224.61</u>	

Jurisdictional Allocations		
December 2006	82.277%	\$ 185
January 2007	78.849%	\$ 177
February 2007	82.388%	<u>\$ 185</u>
		<u>\$ 547</u>

d) The timing difference component is a function of the use of average 12 month revenues to determine the billing factor and the billing factors being applied to actual monthly revenues which will be different than the average.